

ILLINOIS SELF-INSURERS ADVISORY BOARD  
ILLINOIS WORKERS' COMPENSATION COMMISSION  
MEETING MINUTES  
December 17, 2010  
Chicago, IL 10:30 a.m.

Attendees: Chairman Mitch Weisz, Brian Baer, Gerald Cooper, Jean Cannon, Wendy Davidson, Kevin Leach, Maria Sarli-Dehlin, Lynette Thompson-Smith, and via conference call: Curtis Beam, David Taylor

Chairman Weisz called the meeting to order at 10:30 a.m. A previously prepared agenda was distributed, a copy of which is attached.

I. Minutes

Upon motion by Gerald Cooper, seconded by Brian Baer, the minutes of the Board meeting held on September 8, 2010, were unanimously approved as presented.

II. Chairman's Report

Chairman Weisz reported that all issues were being discussed at the special workers' compensation committee hearings where business, labor and medical representatives have given testimony. He welcomed Board members to discuss specific issues after the meeting.

III. Manager's Report

A. Security Fund Forecast

Maria Sarli-Dehlin presented to the Board the security fund forecast as of 9/30/2010.

IV. New Business

A. 2011 Schedule

Maria Sarli-Dehlin presented to the Board the 2011 meeting schedule.

B. Bank Ratings

Maria Sarli-Dehlin presented to the Board the ratings of banks currently providing letters of credit and holding escrow accounts on behalf of current and former private self-insurers by two free rating organizations.

Discussion ensued regarding rating agencies and minimum satisfactory ratings.

After discussion, the Board agreed to accept letters of credit from banks rated three or above by rating organizations. If a bank is not rated, the Self-Insurance staff will request ratings directly from the banking institution. If a bank's rating is not acceptable, the employer will be required to replace it with acceptable security.

C. Claims Administration Fee

Discussion ensued regarding the methodology for determining the per claim rate to charge the security of insolvent self-insurers whose claims the Board administers. After discussion, the Board agreed Maria Sarli-Dehlin will review the marketplace rates and present a proposal at the next Board meeting.

Thereafter, the Chairman moved to go into closed session to discuss litigation/attorney=s report pursuant to 2(c)11 of the Open Meetings Act. The Board voted unanimously to adjourn the public portion of the meeting, after which the Board convened in closed session.

After closed session, the Board reconvened in open session. There being no further business, upon motion by Gerald Cooper, seconded by Brian Baer, and unanimously carried, the meeting adjourned at 12:20 pm.

The next meeting of the ISIAB is scheduled for March 10, 2011 at 10:30 am in the JRTC-Chicago office.